

NEW HAMPSHIRE DEPARTMENT OF REVENUE ADMINISTRATION
45 CHENELL DRIVE
PO BOX 2072
CONCORD NH 03303-2072



www.state.nh.us/revenue

NEW HAMPSHIRE

2003

Interest and Dividends Tax Booklet

RSA 77 and Rev 900

This booklet contains the following New Hampshire state tax forms and instructions for filing the Interest and Dividends Tax return and estimates.

FORM DP-59-A

FORM DP-10

FORM DP-10-ES

FORM DP-2210/2220

Return due date for calendar year filers:
April 15, 2004

NEW

E-FILE DRA:

Taxpayers can now make estimates, extensions, tax notices, and return payments on the Internet for Interest & Dividends Tax, Business Profits Tax, Business Enterprise Tax and Meals & Rentals Tax. Some Interest & Dividends Tax Returns may also be filed electronically. For more information, please visit our web site at www.state.nh.us/revenue.

Estimate: Everyone required to file Interest and Dividends Tax Return must also make Estimated Interest & Dividends Tax payments for its subsequent taxable period, unless the annual estimated tax for the subsequent taxable period is less than \$500. However, quarterly payments are required to be made whenever your **annual** estimated tax for the subsequent taxable period equals or exceeds \$500.

EXTENSION: An **automatic** 7-month extension of time to file the Interest and Dividends Tax return will be granted **if you pay 100%** of the taxes determined to be due by the due date of the tax. If an additional payment is necessary in order to have paid 100% of the taxes determined to be due, you may make your 100% payment on-line or file it with Form DP-59-A, Extension Application for Interest and Dividends Tax.

TAX RATE: The current tax rate on interest and dividends income is **5%**.

INTEREST RATE: Effective January 1, 2004 through December 31, 2004, the interest due on taxes administered by the New Hampshire Department of Revenue Administration is **7%**. Interest is calculated on the balance of tax due from the original due date of the tax to the date the tax is paid. The interest rate for January 1, 2003 through December 31, 2003 is 8%. For interest rates in prior years see instructions.

NEED FORMS: Copies of forms, laws and administrative rules may be obtained from our web site at www.state.nh.us/revenue or by visiting any New Hampshire Depository Library or the New Hampshire State Library, 20 Park Street, Concord, NH 03301, where copies of forms, laws, and rules can be made for a fee. Forms may be ordered for free 24 hours a day, 7 days a week by calling our forms Line at (603) 271-2192.

NEED HELP: This booklet contains general information to assist you in complying with your tax obligation. Rules, laws and answers to Frequently Asked Questions (FAQ's) are available 24 hours a day from our web site at www.state.nh.us/revenue. If you have any questions please contact our Taxpayer Assistance Office at (603) 271-2186. If you need additional forms please call (603) 271-2192.

Individuals who need auxiliary aids for effective communication in programs and services of the NH Department of Revenue Administration are invited to make their needs and preferences known to the NH Department of Revenue Administration at (603) 271-2318. Individuals with hearing or speech impairments may call TDD Access: Relay NH 1-800-735-2964.

NEW HAMPSHIRE DEPARTMENT OF REVENUE ADMINISTRATION
**PAYMENT FORM AND APPLICATION FOR 7 MONTH EXTENSION
 OF TIME TO FILE INTEREST AND DIVIDENDS TAX RETURN**

FOR DRA USE ONLY

TO MAKE YOUR PAYMENT ON-LINE LOG ON TO WWW.STATE.NH.US/REVENUE

For the CALENDAR year **2003** or other taxable period beginning and ending
Mo Day Year Mo Day Year

ENTITY TYPE Check one of the following: ☐ (1) Individual/Joint ☐ (3) Partnership ☐ (4) Fidu-

100% PAYMENT IS DUE ON OR BEFORE THE DUE DATE OF THE TAX	LAST NAME	FIRST NAME & INITIAL	SOCIAL SECURITY NUMBER
	SPOUSE'S LAST NAME	FIRST NAME & INITIAL	SPOUSE'S SOCIAL SECURITY NUMBER
	NAME OF PARTNERSHIP OR FIDUCIARY		FEDERAL EMPLOYER IDENTIFICATION NUMBER
	NUMBER & STREET ADDRESS		
FOR DRA USE ONLY	ADDRESS (Continued)		
	CITY/TOWN, STATE & ZIP CODE		
	3 AMOUNT OF THIS PAYMENT		3
	<div style="border: 1px solid black; padding: 5px;"> MAIL TO: NH DEPT OF REVENUE ADMINISTRATION DOCUMENT PROCESSING DIVISION PO BOX 2072 CONCORD NH 03302-2072 </div>		MAKE CHECK PAYABLE TO: STATE OF NEW HAMPSHIRE. ENCLOSE, BUT DO NOT STAPLE OR TAPE, YOUR PAYMENT TO THIS EXTENSION.

WORKSHEET FOR COMPUTING TAX DETERMINED TO BE DUE

TAX PAYMENT SCHEDULE

- | | |
|------|---|
| 1 | Enter 100% of the Interest and Dividend Tax determined to be due |
| 2(a) | Enter credit carried over from prior tax period and payments of estimated tax |
| 2(b) | Enter payment made electronically, if applicable |
| 2 | Total advance payments and credits [Line 2(a) plus Line 2(b)] |
| 3 | NET BALANCE DUE: (Line 1 minus Line 2) |

		1	
2(a)			
2(b)			
		2	
		3	

Enter the amount from Line 3 above on Line 3 below by indicating the amount of Interest and Dividend Tax being paid or log on to our web site at www.state.nh.us/revenue and make your payment electronically and you will not have to file this form.

DO NOT FILE THIS FORM IF LINE 3 IS ZERO.

THIS IS NOT AN EXTENSION OF TIME TO PAY

AUTOMATIC EXTENSION	<p>If you have paid 100% of the tax determined to be due by the due date of the tax you will be granted an automatic 7-month extension to file your New Hampshire Interest and Dividends Tax return WITHOUT filing this form or a copy of your federal extension.</p> <p>If you meet this requirement, you may file your New Hampshire Interest & Dividends Tax return up to 7 months beyond the original due date and you will not be subject to the late filing penalty. Please note that an extension of time to file your return is not an extension of time to pay the tax.</p> <p>The fastest way to make your 100% extension payment is to file on-line by logging on to our web site at www.state.nh/revenue.</p>
WHO MUST FILE	If you need to make an additional payment in order to have paid 100% of the tax determined to be due by the due date of the tax, then you must complete this form and submit with payment to be granted an extension of time to file your New Hampshire Interest and Dividends Tax return. You may also make your payment electronically by logging on to our web site at www.state.nh.us/revenue . Do not file if Net Balance Due is zero.
WHEN TO FILE	This form must be postmarked on or before the original due date of the return. Electronic payments must be received before midnight on the due date of the return.
WHERE TO	New Hampshire Department of Revenue Administration, Document Processing, 45 Chenell Drive, PO Box 2072, Concord, NH 03302-2072.
FILE REASONS FOR DENIAL	Applications for extensions will be rejected for reasons such as, but not limited to, the application was postmarked after the due date for filing the return, or if the payment for the balance due shown on Line 3 above did not accompany this application or was not made electronically by the due date of the return.
NEED HELP	<p>Call the Taxpayer Assistance Office, at (603) 271-2186.</p> <p>Individuals who need auxiliary aids for effective communications in programs and services of the New Hampshire Department of Revenue Administration are invited to make their needs and preferences known. Individuals with hearing or speech impairments may call TDD Access: Relay NH 1-800-735-2964</p>

NEW HAMPSHIRE DEPARTMENT OF REVENUE ADMINISTRATION
INTEREST AND DIVIDENDS TAX RETURN

041

For the CALENDAR year **2003** or other taxable period beginning _____ and ending _____

FOR DRA USE ONLY

Due Date for CALENDAR year is on or before April 15, 2004 or the 15th day of the 4th month after the close of the taxable period.

STEP 1 Please Print or Type	LAST NAME		FIRST NAME & INITIAL		SOCIAL SECURITY NUMBER	
	LAST NAME		FIRST NAME & INITIAL		SPOUSE'S SOCIAL SECURITY NUMBER	
	NAME OF PARTNERSHIP OR FIDUCIARY				FEDERAL EMPLOYER IDENTIFICATION NUMBER	
	NUMBER & STREET ADDRESS					
	ADDRESS (Continued)					
	CITY/TOWN, STATE & ZIP CODE					
STEP 2 Entity Type & Special Return Type	<input type="checkbox"/> ① INDIVIDUAL <input type="checkbox"/> ③ PARTNERSHIP } % of NH Ownership Interest <input type="checkbox"/> ① JOINT <input type="checkbox"/> ④ FIDUCIARY } <input type="checkbox"/> Check here if you would like your forms mailed to an address other than the one above. Indicate address below. NUMBER & STREET ADDRESS, CITY/TOWN, STATE & ZIP CODE		<input type="checkbox"/> Initial Return Mo Day Year <input type="checkbox"/> Final Return Mo Day Year <input type="checkbox"/> Final Deceased Mo Day Year <input type="checkbox"/> Amended Return: DO NOT use this form to report IRS adjustment.		Established NH Residency Abandoned NH Residency SSN _____	
STEP 3 COMPLETE THE SECOND PAGE OF THIS RETURN BEFORE PROCEEDING TO STEP 4						
STEP 4 Figure Your Tax, Credits, Interest and Penalties	11	Net Taxable Income (from Line 10)			11	
	12	New Hampshire Interest and Dividends Tax (Line 11 multiplied by 5%)			12	
	13	Payments:				
		(a) Tax paid with Application for Extension	13(a)			
		(b) Payments from current tax period Estimated Tax	13(b)			
		(c) Credit carryover from prior tax period	13(c)			
		(d) Paid with original return (Amended returns only)	13(d)		13	
	14	Balance of Tax Due (Line 12 minus Line 13)			14	
	15	Additions to Tax:				
		(a) Interest	15(a)			
		(b) Failure to Pay	15(b)			
		(c) Failure to File	15(c)			
	(d) Underpayment of Estimated Tax	15(d)		15		
STEP 5 Figure Your Net Balance Due or Overpay- ment	16	(a) Subtotal of Amount Due (Line 14 plus Line 15)	16(a)			
		(b) Return Payment Made Electronically	16(b)			
	16	Net Balance Due [Line 16(a) minus Line 16(b)] (Make Check Payable to State of New Hampshire)			16	
	17	OVERPAYMENT [Line 12 plus Line 15 minus Line 13 plus Line 16(b)]	17			
	18	Amount of Line 17 to be applied to:				
		(a) Your 2004 tax liability			18(a)	
		(b) Refund - Please allow 12 weeks for processing			18(b)	

FOR DRA USE ONLY

Under penalties of perjury, I declare that I have examined this return and to the best of my belief it is true, correct and complete.
If prepared by a person other than the taxpayer, this declaration is based on all information of which the preparer has knowledge.

Signature (in ink)

Date

Signature (in ink) of Paid Preparer Other Than Taxpayer
Date

If joint return, BOTH parties must sign, even if only one had income Date

Preparer's Tax Identification Number

 NH DEPT OF REVENUE ADMINISTRATION
 MAIL DOCUMENT PROCESSING DIVISION
 TO: PO BOX 2072
 CONCORD NH 03302-2072

Preparer's Address

City/Town, State & Zip Code

NEW HAMPSHIRE DEPARTMENT OF REVENUE ADMINISTRATION
INTEREST AND DIVIDENDS TAX RETURN

STEP 3

1 From Your Federal Form 1040 Income Tax Return: (Partnerships and Fiduciaries, See Instructions)

- (a) Interest Income. Enter the amount from Line 8(a) of your federal return
- (b) Dividend Income. Enter the amount from Line 9 of your federal return
- (c) Federal Tax Exempt Interest Income. Enter the amount from Line 8(b) of your federal return
- (d) Subtotal Interest and Dividends Income. [Sum of Lines 1(a), 1(b) and 1(c)] Subtotal

1(a)	
1(b)	
1(c)	
1(d)	

2 List Actual Cash & Property Distributions From S-Corporations, Partnerships and Fiduciaries:

Entity Codes: 2 = S-CORPORATIONS; 3 = PARTNERSHIPS; 4 = TRUSTS OR ESTATES; 5 = OTHER

I ENTITY CODE	II NAME OF PAYER	III PAYER'S IDENTIFICATION NUMBER	IV DISTRIBUTION AMOUNT
Total from supplemental schedule attached			

- 2 Total Distributions
- 3 Subtotal Interest & Dividends Income and Distributions [Line 1(d) plus Line 2] Subtotal

2	
3	

4 List payers and amounts of interest and/or dividends NOT TAXABLE to NH included on Lines 1(a), 1(b), 1(c) and/or 2:

I REASON CODE	II NAME OF PAYER	III PAYER'S IDENTIFICATION NUMBER	IV NON-TAXABLE AMOUNT
4(a) Subtotal of non-taxable income above (Sum of Column IV)			4(a)
4(b) Total non-taxable income from supplemental schedule (attached)			4(b)
4(c) Non-taxable income subtotal of Lines 4(a) plus 4(b)			4(c)
4(d) Part-year resident non-taxable income prorata share			4(d)

- 4 Total Non-Taxable Income [Sum of Line 4(c) plus Line 4(d)]
- 5 Gross Taxable Income (Line 3 minus Line 4)
- 6 Less: \$2,400 for Individual, Partnership and Fiduciary; \$4,800 for Joint filers
- 7 Adjusted Taxable Income (Line 5 minus Line 6)

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☐ Check here to be removed from mailing list.

8 Deduction for Contribution to Qualified Investment Capital Company (See instructions)

☐ Blind ☐ Spouse Blind ☐ 65 (or over) or disabled ☐ Spouse 65 (or over) or disabled
Year of birth _____ Year of birth _____

9 Check the exemptions that apply. Multiply the total number of boxes checked above _____ x 1,200=

10 **Net Taxable Income** (Line 7 minus Lines 8 and 9)
Enter Line 10 amount on Page 1, Step 4, Line 11.

NEW HAMPSHIRE DEPARTMENT OF REVENUE ADMINISTRATION
INTEREST AND DIVIDENDS TAX RETURN

041

For the CALENDAR year **2003** or other taxable period beginning _____ and ending _____

FOR DRA USE ONLY

Due Date for CALENDAR year is on or before April 15, 2004 or the 15th day of the 4th month after the close of the taxable period.

STEP 1 Please Print or Type	LAST NAME		FIRST NAME & INITIAL		SOCIAL SECURITY NUMBER	
	LAST NAME		FIRST NAME & INITIAL		SPOUSE'S SOCIAL SECURITY NUMBER	
	NAME OF PARTNERSHIP OR FIDUCIARY				FEDERAL EMPLOYER IDENTIFICATION NUMBER	
	NUMBER & STREET ADDRESS					
	ADDRESS (Continued)					
	CITY/TOWN, STATE & ZIP CODE					
STEP 2 Entity Type & Special Return Type	<input type="checkbox"/> ① INDIVIDUAL <input type="checkbox"/> ③ PARTNERSHIP } % of NH Ownership Interest <input type="checkbox"/> ① JOINT <input type="checkbox"/> ④ FIDUCIARY		<input type="checkbox"/> Initial Return Mo Day Year <input type="checkbox"/> Final Return <input type="checkbox"/> Final Deceased <input type="checkbox"/> Amended Return: DO NOT use this form to report IRS adjustment.		Established NH Residency Abandoned NH Residency SSN _____	
	<input type="checkbox"/> Check here if you would like your forms mailed to an address other than the one above. Indicate address below. NUMBER & STREET ADDRESS, CITY/TOWN, STATE & ZIP CODE					
STEP 3 COMPLETE THE SECOND PAGE OF THIS RETURN BEFORE PROCEEDING TO STEP 4						
STEP 4 Figure Your Tax, Credits, Interest and Penalties	11	Net Taxable Income (from Line 10)			11	
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		(a) Tax paid with Application for Extension	13(a)			
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		(c) Credit carryover from prior tax period	13(c)			
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	15	Additions to Tax:				
		(a) Interest	15(a)			
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	(c) Failure to File	15(c)				
	(d) Underpayment of Estimated Tax	15(d)		15		
STEP 5 Figure Your Net Balance Due or Overpay- ment	16	(a) Subtotal of Amount Due (Line 14 plus Line 15)	16(a)			
		(b) Return Payment Made Electronically	16(b)			
	16	Net Balance Due [Line 16(a) minus Line 16(b)] (Make Check Payable to State of New Hampshire)			16	
	17	OVERPAYMENT [Line 12 plus Line 15 minus Line 13 plus Line 16(b)]	17			
	18	Amount of Line 17 to be applied to:				
		(a) Your 2004 tax liability			18(a)	
		(b) Refund - Please allow 12 weeks for processing			18(b)	

FOR DRA USE ONLY

Under penalties of perjury, I declare that I have examined this return and to the best of my belief it is true, correct and complete.
If prepared by a person other than the taxpayer, this declaration is based on all information of which the preparer has knowledge.

Signature (in ink)

Date

Signature (in ink) of Paid Preparer Other Than Taxpayer
Date

If joint return, BOTH parties must sign, even if only one had income Date

Preparer's Tax Identification Number

 NH DEPT OF REVENUE ADMINISTRATION
 MAIL DOCUMENT PROCESSING DIVISION
 TO: PO BOX 2072
 CONCORD NH 03302-2072

Preparer's Address

City/Town, State & Zip Code

NEW HAMPSHIRE DEPARTMENT OF REVENUE ADMINISTRATION
INTEREST AND DIVIDENDS TAX RETURN

STEP 3

1 From Your Federal Form 1040 Income Tax Return: (Partnerships and Fiduciaries, See Instructions)

- (a) Interest Income. Enter the amount from Line 8(a) of your federal return
- (b) Dividend Income. Enter the amount from Line 9 of your federal return
- (c) Federal Tax Exempt Interest Income. Enter the amount from Line 8(b) of your federal return
- (d) Subtotal Interest and Dividends Income. [Sum of Lines 1(a), 1(b) and 1(c)] Subtotal

1(a)	
1(b)	
1(c)	
1(d)	

2 List Actual Cash & Property Distributions From S-Corporations, Partnerships and Fiduciaries:

Entity Codes: 2 = S-CORPORATIONS; 3 = PARTNERSHIPS; 4 = TRUSTS OR ESTATES; 5 = OTHER

I ENTITY CODE	II NAME OF PAYER	III PAYER'S IDENTIFICATION NUMBER	IV DISTRIBUTION AMOUNT
Total from supplemental schedule attached			

- 2 Total Distributions
- 3 Subtotal Interest & Dividends Income and Distributions [Line 1(d) plus Line 2] Subtotal

2	
3	

4 List payers and amounts of interest and/or dividends NOT TAXABLE to NH included on Lines 1(a), 1(b), 1(c) and/or 2:

I REASON CODE	II NAME OF PAYER	III PAYER'S IDENTIFICATION NUMBER	IV NON-TAXABLE AMOUNT
4(a) Subtotal of non-taxable income above (Sum of Column IV)			4(a)
4(b) Total non-taxable income from supplemental schedule (attached)			4(b)
4(c) Non-taxable income subtotal of Lines 4(a) plus 4(b)			4(c)
4(d) Part-year resident non-taxable income prorata share			4(d)

- 4 Total Non-Taxable Income [Sum of Line 4(c) plus Line 4(d)]
- 5 Gross Taxable Income (Line 3 minus Line 4)
- 6 Less: \$2,400 for Individual, Partnership and Fiduciary; \$4,800 for Joint filers
- 7 Adjusted Taxable Income (Line 5 minus Line 6)

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8 Deduction for Contribution to Qualified Investment Capital Company (See instructions)

☐ Blind ☐ Spouse Blind ☐ 65 (or over) or disabled ☐ Spouse 65 (or over) or disabled
Year of birth _____ Year of birth _____

- 9 Check the exemptions that apply. Multiply the total number of boxes checked above _____ x 1,200=
- 10 **Net Taxable Income** (Line 7 minus Lines 8 and 9)
Enter Line 10 amount on Page 1, Step 4, Line 11.

NEW HAMPSHIRE DEPARTMENT OF REVENUE ADMINISTRATION
INTEREST AND DIVIDENDS TAX RETURN
GENERAL INSTRUCTIONS

Common Errors	<p>The following is a list of the most common mistakes made by taxpayers when filing a NH Interest and Dividends Tax return. These, along with other errors, may cause the return to be considered an "incomplete return" which may result in the assessment of interest and penalties. To ensure that you have filed a complete return, carefully follow the general and line-by-line instructions and be sure you have done the following:</p> <p>Have you signed and dated the return in ink?</p> <p>If this is a joint return, has your spouse included his/her social security number, signed and dated the return in ink?</p> <p>If there is a balance due of \$1.00 or greater, have you enclosed a check for the total amount due?</p> <p>Did you make the check payable to the State of New Hampshire?</p> <p>Is the written amount on the check the same as the numeric amount?</p> <p>Have you signed and dated the check?</p> <p>Have you enclosed both pages of Form DP-10?</p> <p>Did you mistakenly send a payment in the amount of your credit or refund? If you would like to make an additional payment please use Form DP-10-ES</p>
Who Must File A Return	<p>INDIVIDUALS: Individuals who are residents or inhabitants of NH for any part of the tax year must file providing they received more than \$2,400 of gross taxable interest and/or dividend income for a single individual or \$4,800 of such income for a married couple filing a joint New Hampshire return. (Part-year residents see below.)</p> <p>To determine whether a return must be filed, you should complete Page 2, Lines 1 - 7.</p> <p>If the amount on Line 7 is \$0 or less you are not required to file an Interest and Dividends Tax Return.</p> <p>PARTNERSHIPS, LLC's, ASSOCIATIONS, TRUSTS AND FIDUCIARIES: Please see separate tables in this booklet regarding "WHO" and "WHAT" is taxable.</p>
Joint Filers	To ensure your payments are credited to your account, the sequence of names and social security numbers must be consistent on all Interest and Dividends Tax estimates, extensions and returns.
Part Year Resident	<p>For New Hampshire Interest & Dividends Tax purposes, a "part year resident" is someone who has permanently established residency in New Hampshire during the year or who has permanently abandoned residency in New Hampshire during the year.</p> <p>If you established residency after January 1, 2003, check the "Initial Return" box and enter the date of residency in Step 2. If you abandoned residency during the year, check the "Final Return" box and enter the date in Step 2.</p> <p>A temporary absence for any length of time does not change your state of residency. If you are unsure whether you are a resident of New Hampshire, please call the Taxpayer Assistance Office (603) 271-2186, Monday through Friday, 8:00 a.m. to 4:30 p.m.</p> <p>Only the interest and dividend income earned during that portion of the year for which they were a New Hampshire resident is taxable. Part-year residents are entitled to the full \$2,400 exemption (or \$4,800 for joint filers) and the full amount for the exemptions shown on Line 9 of the return.</p> <p>Part-year residents must file a return if, during the entire year, their adjusted taxable income was over \$2,400 (or over \$4,800 for joint filers).</p>
When To File	Calendar Year: If your return is based on a calendar year, it must be postmarked on or before April 15, 2004. Fiscal Year: If your return is based on a taxable period other than a calendar year, it must be postmarked on or before the 15th day of the fourth month following the end of your taxable period.
Where To File	<p>MAIL NH DEPT OF REVENUE ADMINISTRATION TO: DOCUMENT PROCESSING DIVISION PO BOX 2072 CONCORD NH 03302-2072</p> <p>FACSIMILE DOCUMENTS ARE NOT ACCEPTED</p>
Extension To File	<p>New Hampshire does not require taxpayers to file an application for an automatic 7-month extension of time to file provided that the taxpayer has paid 100% of the Interest and Dividends Tax determined to be due by the due date of the tax.</p> <p>If you need to make an additional payment, you may file a Form DP-59-A along with the payment or e-file your payment on-line at www.state.nh.us/revenue. This application and payment must be postmarked on or before the due date of the tax. Failure to pay 100% of the tax due by the original due date will result in the assessment of interest and may result in the assessment of penalties. You are not required to attach a copy of your federal extension to your return.</p>
Confidential Information	Tax information which is disclosed to the New Hampshire Department of Revenue Administration is held in strict confidence by law. The information may be disclosed to the United States Internal Revenue Service, agencies responsible for the administration of taxes in other states in accordance with compacts for the exchange of information, and as otherwise authorized by New Hampshire RSA 21-J:14.
Social Security Numbers	Disclosure of social security numbers is mandatory under Department of Revenue Administration rules Rev. 10/03 221.02, 221.03. This information is required for the purpose of administering the tax laws of this state and authorized by 42 U.S.C.S. § 405 (c)(2)(C)(i). The failure to provide social security numbers may result in a rejection of a return or application. The failure to timely file a return or application complete with social security numbers may result in the imposition of civil or criminal penalties, the disallowance of claimed exemptions, exclusions, credits, deductions or adjustments that may result in increased tax liability.
Amended Returns	If you discover an error was made on your return after it has been filed, an amended New Hampshire return should be promptly filed by completing a corrected Form DP-10 and by checking the "AMENDED" box in Step 2 on the return. New Hampshire does not have a separate form for amended returns.
Rounding	Money items on all Interest and Dividends Tax forms may be rounded off to the nearest whole dollar.
Need Help	Call the Taxpayer Assistance Office at (603) 271-2186, Monday through Friday, 8:00 am to 4:30 pm. All written correspondence to the Department should include the taxpayer name, federal employer identification number or social security number, the name of a contact person and a daytime telephone number.
Need Forms	To obtain additional forms or forms not contained in this booklet, you may visit our web site at www.state.nh.us/revenue or call (603) 271-2192. Copies of the state tax forms may also be obtained from any of the 21 Depository Libraries located throughout the State. (See page 2 for a list of Depository Libraries.)
Report Of Change	To report a change to your Interest and Dividends Tax Return for years 1994 to present, (which resulted from a federal audit) file a separate report of change, Form ROC-DP-10, for each year. To report a change for taxable periods prior to 1994 contact the Department for the appropriate forms and instructions. To file a report of change on an Interest and Dividends Tax return, you will need to use the federal adjustment and a copy of your return as originally filed or previously adjusted. When filing the completed ROC-DP-10, you must sign in ink and include the IRS form reporting the change. Follow the line by line instructions when filling out the report of change. An incomplete ROC will not be accepted. You may contact the Audit Division at (603) 271-3400 with any report of change questions.

NEW HAMPSHIRE DEPARTMENT OF REVENUE ADMINISTRATION
INTEREST AND DIVIDENDS TAX RETURN
LINE-BY-LINE INSTRUCTIONS

STEP 1	Type or print the name and address in the space provided. Individual/Joint returns must include social security number and, if applicable, spouse's social security number in the space provided. For partnership or fiduciary returns, enter the federal employer identification number in the space provided.																																
STEP 2	<p>Entity type. You must check only one box. If a partnership return, enter the percentage of ownership by New Hampshire residents. If a fiduciary return, enter the percentage of NH beneficiaries.</p> <p>Check the appropriate box(es) that apply and enter the date of the event. If "Final Deceased", enter the date of death.</p> <p>Forms mailing information: If you will not be at your New Hampshire mailing address when the forms are mailed on approximately January 2nd and if you would like forms mailed to a winter address, please check the box and provide the address. This address will be used for form mailing purposes only.</p>																																
STEP 3	<p>Complete the second page of this return before proceeding to Step 4.</p> <p>LINE 1(a) INTEREST INCOME: Enter on Line 1(a) ALL interest income. For individual and joint filers the amount to be reported on Line 1(a) is from Line 8(a) of IRS Form 1040 or 1040A. For partnerships and fiduciary filers, the amount to be reported on Line 1(a) is the total of all interest income reported on your federal return. NOTE: All interest income which is not taxable to NH will be deducted on Line 4.</p> <p>LINE 1(b) DIVIDEND INCOME: Enter on Line 1(b) ALL ordinary dividend income. For individual and joint filers the amount to be reported on Line 1(b) is from Line 9 of IRS Form 1040 or 1040A. NOTE: All dividend income which is not taxable to NH will be deducted on Line 4.</p> <p>LINE 1(c) FEDERAL TAX-EXEMPT INTEREST INCOME: Enter on Line 1(c) the amount of ALL federally tax-exempt interest income. For individuals and joint filers, the amount is from IRS Form 1040 or 1040A, Line 8 (b). Unless specifically exempt by New Hampshire law, all federally tax-exempt interest income is taxable to New Hampshire. NOTE: All federal tax-exempt interest income that is not taxable to NH will be deducted on Line 4.</p> <p>LINE 1(d) Enter the subtotal of Lines 1(a), 1(b) and 1(c).</p> <p>LINE 2 DISTRIBUTIONS SUBJECT TO THE NH INTEREST AND DIVIDENDS TAX: In column I, enter the entity code number which represents the type of entity of the payer. See the box below for ENTITY TYPE CODES. In column II, enter the name of the payer. In column III, enter the payer's social security number or federal employer identification number, if known. In column IV, enter the total amount of cash or property distribution received or constructively received. This amount may not correspond to any line on your Federal Form 1040 or your Federal Schedule K-1. NOTE: This is not a tax on pass-through portfolio income, gains or losses from a Federal Schedule K-1. Therefore, do not include any pass-through gains or losses from Federal Schedule K-1.</p> <p>List on Line 2 the actual cash or property distributions you received or constructively received from "S" corporations, partnerships with transferable shares, trusts or estates with transferable shares, or the return of capital from qualified investment capital companies when the investment is returned within three years of the original deduction. These distributions are subject to tax in NH as a "dividend". (Transferable means that you can freely transfer your shares without causing a dissolution of the organization or without prior approval of the other members.) All publicly traded partnerships fall into this category. ALL NONTAXABLE INCOME WILL BE DEDUCTED ON LINE 4.</p> <table border="1" style="width: 100%; border-collapse: collapse; margin-top: 10px;"> <tr> <td style="width: 20%;">Entity Code</td><td style="width: 20%; text-align: center;">2</td><td style="width: 20%; text-align: center;">3</td><td style="width: 20%; text-align: center;">4</td><td style="width: 20%; text-align: center;">5</td></tr> <tr> <td>Entity Type</td><td style="text-align: center;">S-Corporations</td><td style="text-align: center;">Partnerships</td><td style="text-align: center;">Trusts or Estates</td><td style="text-align: center;">Other</td></tr> </table> <p>LINE 3 Enter the sum of Line 1(d) plus Line 2.</p> <p>See Quick Checklist in this booklet for examples of taxable and non-taxable income sources.</p> <p>LINE 4 INTEREST AND DIVIDENDS INCOME NOT TAXABLE TO NH: In column I, enter the reason code number which corresponds to the reason the income is not subject to the Interest and Dividends Tax. (See the box below for reason codes.) In column II, enter the name of the payer. In column III, enter the payer's social security number or federal identification number, if known. In column IV enter the non-taxable amount. These items should only be deducted if they were included on Lines 1(a), 1(b), 1(c) or 2.</p> <table border="1" style="width: 100%; border-collapse: collapse; margin-top: 10px;"> <thead> <tr> <th style="width: 15%;">REASON CODE</th><th>REASON</th></tr> </thead> <tbody> <tr><td>1</td><td>Direct US government obligations</td></tr> <tr><td>2</td><td>NH municipal bond</td></tr> <tr><td>3</td><td>Long or short term capital gains included in Line 3</td></tr> <tr><td>4</td><td>Individual retirement account/Keogh plans/other exempt retirement plans</td></tr> <tr><td>5</td><td>Liquidating distributions</td></tr> <tr><td>6</td><td>100% of K-1 interest or dividend income from a partnership/trust with non-transferable shares which <u>is</u> subject to I&D tax</td></tr> <tr><td>7</td><td>A portion of interest or dividend income from a partnership/trust with non-transferable shares which <u>is not</u> subject to I&D tax</td></tr> <tr><td>8</td><td>Allocation to non-NH residents</td></tr> <tr><td>9</td><td>Specifically exempted Puerto Rico, Guam and Virgin Island bonds.</td></tr> <tr><td>10</td><td>Distributive share of the entity's interest or dividend income indicated on Schedule K-1 and included in the partner, beneficiary or shareholder's federal income tax return.</td></tr> </tbody> </table> <p>REASON CODE 7 CALCULATION: Example: a resident/inhabitant receives a \$5,000 distribution from a partnership that has no usual place of business in New Hampshire and the Partnership has non-transferrable shares or from a fiduciary that is not a New Hampshire trust and the Fiduciary has non-transferrable shares.</p> <p>The partnership or fiduciary's total gross income is \$100,000 and its interest and dividend income is \$10,000. The amount of the distribution that is non-taxable to the resident is \$4,500; $\\$100,000 - \\$10,000 = \\$90,000 / \\$100,000 \times \\$5,000$.</p> <p>Line 4(d) PART-YEAR RESIDENT NON-TAXABLE PRO RATA SHARE: A part-year resident is a resident who established or abandoned residency during the year. Part-year residents may prorate interest and dividends income. Individuals filing as part-year residents may deduct the amount of taxable income earned while not a resident of New Hampshire. To determine the annual taxable income for the prorata share calculation, subtract Line 4(c), the subtotal of non-taxable income from Line 3, then apply the following calculation to that figure to determine the amount to enter on Line 4(d), part-year resident prorata share.</p> <p style="text-align: right;">Annual taxable income x <u>number of days a Non-NH Resident</u> 365 days of the year</p> <p>Enter the total of Line 4(c) plus Line 4(d) on Line 4.</p>	Entity Code	2	3	4	5	Entity Type	S-Corporations	Partnerships	Trusts or Estates	Other	REASON CODE	REASON	1	Direct US government obligations	2	NH municipal bond	3	Long or short term capital gains included in Line 3	4	Individual retirement account/Keogh plans/other exempt retirement plans	5	Liquidating distributions	6	100% of K-1 interest or dividend income from a partnership/trust with non-transferable shares which <u>is</u> subject to I&D tax	7	A portion of interest or dividend income from a partnership/trust with non-transferable shares which <u>is not</u> subject to I&D tax	8	Allocation to non-NH residents	9	Specifically exempted Puerto Rico, Guam and Virgin Island bonds.	10	Distributive share of the entity's interest or dividend income indicated on Schedule K-1 and included in the partner, beneficiary or shareholder's federal income tax return.
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NEW HAMPSHIRE DEPARTMENT OF REVENUE ADMINISTRATION
INTEREST AND DIVIDENDS TAX RETURN
LINE-BY-LINE INSTRUCTIONS (con't)

STEP 3 Continued	<p>LINE 5 GROSS TAXABLE INCOME: Enter the amount of Line 3 minus Line 4.</p> <p>To figure your Net Taxable Income, complete Lines 6 through 10. For Individual /Joint filers ONLY, if Line 7 is zero, you are not required to file a return. Check the box under Line 7 if you would like to be removed from the forms mailing list.</p> <p>LINE 6 Enter the income exemption. \$2,400 for individual, partnership or fiduciary or \$4,800, for joint filer.</p> <p>LINE 7 Calculate your Adjusted Taxable Income, Line 5 minus Line 6. If the result is \$0 you are not required to file this return. If you wish to be removed from our mailing list please check the box.</p> <p>LINE 8 Deduct here the amount of any cash contribution made during the taxable period to a qualified investment capital company as defined in RSA 77-A:1,XXIV. (The return of any such contributions received within the next three subsequent periods is taxable and should subsequently be included as a taxable distribution.)</p> <p>LINE 9 Check the exemptions that apply. Multiply the number of boxes checked by \$1,200 and enter the result.</p> <p>LINE 10 Calculate the Net Taxable Income by subtracting Lines 8 and 9 from Line 7.</p>																								
STEP 4	<p>LINE 11 Enter the amount from Page 2, Line 10.</p> <p>LINE 12 Figure your Interest & Dividends Tax by multiplying Line 11 by 5% (.05).</p> <p>LINE 13 Enter your payments on Lines 13(a) through 13(d). Enter the sum of your payments on Line 13.</p> <p>LINE 14 Calculate the balance of the tax due (Line 12 minus Line 13). Enter the remainder, balance of tax due, on Line 14.</p> <p>LINE 15 Calculate your interest and penalties, if any, as follows, and enter them on Lines 15(a) through 15(d).</p> <p>(a) INTEREST: Interest is calculated on the balance of tax due from the original due date to the date paid at the applicable rate listed below. Tax due x number of days from due date to date tax was paid x daily rate decimal equivalent.</p> <div style="margin-left: 40px;"> $\frac{\text{Tax Due}}{\text{Number of days}} \times \frac{\text{Daily decimal rate equivalent}}{\text{(see below for applicable rates)}} = \text{Interest due}$ <p style="text-align: right;">Enter on Line 15(a).</p> </div> <p>NOTE: The interest rate is recomputed each year under the provisions of RSA 21-J:28, II. Applicable rates are as follows (contact the Department for applicable rates for any other years):</p> <table border="1" style="margin-left: 40px; width: 60%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;">PERIOD</th><th style="text-align: left;">RATE</th><th style="text-align: left;">DAILY RATE DECIMAL EQUIVALENT</th></tr> </thead> <tbody> <tr><td>1/1/2004 - 12/31/2004</td><td>7%</td><td>.000191</td></tr> <tr><td>1/1/2003 - 12/31/2003</td><td>8%</td><td>.000219</td></tr> <tr><td>1/1/2002 - 12/31/2002</td><td>9%</td><td>.000247</td></tr> <tr><td>1/1/2001 - 12/31/2001</td><td>11%</td><td>.000301</td></tr> <tr><td>1/1/1999 - 12/31/2000</td><td>10%</td><td>.000274</td></tr> <tr><td>1/1/1998 - 12/31/1998</td><td>11%</td><td>.000301</td></tr> <tr><td>Prior to 1/1/98</td><td>15%</td><td>.000411</td></tr> </tbody> </table> <p>(b) FAILURE TO PAY: A penalty equal to 10% of any nonpayment or underpayment of taxes shall be imposed if the taxpayer fails to pay the tax when due. If the failure to pay is due to fraud, the penalty shall be 50% of the amount of the nonpayment or underpayment.</p> <p>(c) FAILURE TO FILE: A taxpayer failing to timely file a complete return may be subject to a penalty equal to 5% of the tax due for each month or part thereof that the return remains unfiled or incomplete. The total amount of this penalty shall not exceed 25% of the balance of tax due. Calculate this penalty starting from the original due date of the return until the date a complete return is filed.</p> <p>(d) UNDERPAYMENT PENALTY: As of January 1, 2004 if your tax is more than \$500 you are required to make estimated tax payments during the tax year. To calculate your penalty for nonpayment or underpayment of estimated tax or to determine if you qualify for an exception from making estimated payments, complete and attach Form DP-2210/2220. Form DP-2210/2220 may be obtained from our web site at www.state.nh.us/revenue or by calling the Department of Revenue Administration forms line at (603) 271-2192.</p> <p>NOTE: Taxpayers who substantially understate their tax may be assessed a penalty by the Department in the amount of 25% of any underpayment of the tax resulting from such understatement. There is a substantial understatement of tax if the amount of the understatement exceeds 10 percent of the tax required to be shown on the return or \$5,000.</p>	PERIOD	RATE	DAILY RATE DECIMAL EQUIVALENT	1/1/2004 - 12/31/2004	7%	.000191	1/1/2003 - 12/31/2003	8%	.000219	1/1/2002 - 12/31/2002	9%	.000247	1/1/2001 - 12/31/2001	11%	.000301	1/1/1999 - 12/31/2000	10%	.000274	1/1/1998 - 12/31/1998	11%	.000301	Prior to 1/1/98	15%	.000411
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STEP 5	<p>LINE 16(a) Enter the subtotal of amount due. (Line 14 plus Line 15)</p> <p>LINE 16(b) Enter the amount of any return payment made electronically.</p> <p>LINE 16 Calculate your net balance due. Line 16(a) minus Line 16(b). Enter the result on Line 16. Make check or money order payable to: State of New Hampshire. Payment must accompany the return; HOWEVER, PLEASE ENCLOSE, BUT DO NOT STAPLE OR TAPE, YOUR PAYMENT TO THE RETURN. To ensure your check is credited to your account, please put your social security number or federal employer identification number on the check.</p> <p>If you have a \$0 balance due or tax due, you may file this return on-line by logging on to www.state.nh.us/revenue. If the net balance due is less than \$1.00, do not pay but still file the return.</p> <p>LINE 17 If the total payments (Line 13, plus Line 16(b)) are greater than total tax (Line 12) plus interest and penalties (Line 15) then you have over paid. Enter the overpayment amount on Line 17.</p> <p>LINE 18 The taxpayer has an option of applying any part of the overpayment or the total amount of the overpayment as a credit to next year's return. Enter the desired credit on Line 18(a). The remainder, which will be refunded, should be entered on Line 18(b). If Line 18(a) is not completed, the entire overpayment will be refunded. Please allow up to 12 weeks for the Department to process the refund.</p>																								
SIGNATURE(S)	<p>You MUST SIGN IN INK AND DATE your return. If you are filing a joint return, both husband and wife must sign in ink and date the return even if only one of you had income. If you paid a preparer to complete this return, then the preparer must also sign in ink and date the return. The preparer must also provide his/her federal employer identification number, social security number or federal preparer tax identification number and complete address.</p>																								

NEW HAMPSHIRE DEPARTMENT OF REVENUE ADMINISTRATION
INTEREST AND DIVIDENDS TAX RETURN
INSTRUCTIONS (continued)

WHO IS TAXABLE
RSA 77:3 and Rev 902.06

INDIVIDUALS	PARTNERSHIPS, LLC'S, ASSOCIATIONS	TRUSTS/FIDUCIARIES
IF: Inhabitants or residents of NH for any part of the taxable period; and Gross interest and dividend income from all sources exceeds \$2,400 during the taxable period.	IF: Entity has non-transferable shares; Gross interest and dividend income from all sources exceeds \$2,400 during the taxable period; Primary or central place of business in NH; and Any partner, trustee, member or owner is an inhabitant or resident of NH.	IF: Entity has non-transferable shares; Gross interest and dividend income from all sources exceeds \$2,400 during the taxable period; Fiduciaries derived their appointment from a NH court or the trust property is located in NH; and Trustee is an inhabitant or resident of NH.

WHAT IS TAXABLE
To the Individual

The actual cash or property distributions you receive from partnerships, LLCs, associations, estates or trusts fall into one of the following three categories: entirely NOT taxable to New Hampshire, entirely taxable to New Hampshire, or taxable in part to New Hampshire. In general, you can determine which category your income falls into by answering the questions below.

- (A) **Is the organization required to file its own New Hampshire Interest and Dividends Tax return?** If yes, your entire distribution is NOT taxable to New Hampshire. See (1) below. Use reason code 6. If no, move on to question B.
- (B) **Does the organization have transferable shares?** Can you freely transfer your shares without causing a dissolution of the organization or without obtaining prior member approval? If yes, your entire ACTUAL distribution from this organization is taxable. See (2) below. If no, move on to (C), below.
- (C) **If the organization is not required to file its own New Hampshire Interest & Dividends Tax return AND the organization has non-transferable shares**, then the distribution you received from them is taxable to you as if it had come from its original source. The interest and dividend income subject to tax shall be imposed on the portion of the actual distribution which represents interest or dividends received by the entity. See (3) below. Use reason code 7.

INCOME FROM	WHAT IS TAXABLE	HOW TO SHOW THE TAXABLE PORTION
Partnerships LLC's Associations Trusts or Estates	(1) No part of your distribution is taxable to NH.	Not applicable.
	(2) All of your actual and constructive receipt of distribution (including non-cash distributions) from this entity is taxable to NH regardless of the original source of the income.	On page 2, Line 2, enter its entity code, list the name of the entity and its federal employer identification number. In Column IV enter the total amount of the distribution you received.
	(3) A portion of the distribution you received is taxable to you. The taxable portion is determined by multiplying the amount of the actual distribution received by a fraction. The numerator is the total interest and dividends received by the entity. The denominator is the total amount of gross income received by the entity.	On page 2, Line 2, enter its entity code, list the name of the entity and its federal employer identification number. In Column IV enter the total amount of the distribution you received. Enter the non-taxable amount on Line 4 and use Reason Code 7.
"S" Corporations	All actual and constructive receipt of distributions (including non-cash distributions) from an "S" corporation are taxable to NH regardless of the original source of the income.	On page 2, Line 2, enter entity code 2, list the name of the "S" corporation and its federal employer identification number. In Column IV enter the total amount of the distribution you received.

WHAT IS TAXABLE

To the Partnership, Limited Liability Company, Association or Trust

	WHAT IS TAXABLE	HOW TO SHOW THE TAXABLE PORTION
Partnership, Limited Liability Company, Association or Trust when all of the interest holders are residents or inhabitants of NH.	All interest and dividends received which would be taxable if received by a resident individual.	List the interest and dividend income on Lines 1(a), (b) and (c) and Line 2. Enter the non-taxable amounts on 4, with the reason code and the payer's name and federal employer identification number.
Partnership, Limited Liability Company, Association or Trust when some of the interest holders are residents or inhabitants of NH.	Of the interest and dividends received, which would be taxable if received by a resident individual an amount proportionate to the aggregate interest of the partners or members who are inhabitants of this state.	List the interest and dividend income on Lines 1(a), (b) and (c) and Line 2. Enter the non-taxable amounts on Line 4, with the reason code and the payer's name and federal employer identification number. Use reason code 8 to reflect non-taxable interest and dividends allocated to non-NH residents interest holder.

QUICK CHECKLIST

Taxable to New Hampshire

Not Taxable to New Hampshire

— INTEREST —

- All banks, credit unions, building & loan associations, trust companies.
- Bonds, notes and money at interest and from all debts due the person being taxed unless specifically exempt
- Personal life insurance interest
- Personal mortgages and loans
- Repurchase agreements
- Municipal bonds, EXCEPT New Hampshire
- Deemed interest
- Indirect obligations of the US Government including: Federal National Mortgage Association (FNMA), Government National Mortgage Association (GNMA), Federal Home Loan Mortgage Corporation, and Farmers Home Administration
- Annuities (except as part of an employee benefit plan as defined in ERISA of 1974 Sec. 3, or the principal portion of life insurance proceeds)
- Annual calculated interest from zero coupon bonds
- OID interest as shown on your 1099
- Interest paid on income tax refunds

- New Hampshire State and New Hampshire Municipal bonds
- Individual Retirement Accounts
- Keogh Plans
- Tax Deferred Investment Plans
- Employee Benefit Plans defined by ERISA of 1974, Sec. 3
- Specifically exempted Puerto Rico, Guam & Virgin Islands bonds
- Direct obligations of the US Government including: Treasury Bills, US Savings Bonds, Treasury Bonds, Federal Home Loan Banks, US Postal Securities, Small Business Administration, Tennessee Valley Authority, Farm Credit System, Federal Financing Bank, General Services Administration, Student Loan Marketing Association (SLMA), and Resolution Funding Corporation
- New Hampshire Housing Authority Bonds, Industrial Development Authority, New Hampshire Higher Education and Health Facilities Authority, Firemen's Retirement, New Hampshire Retirement System, State Retirement Allowance
- Interest received from qualified funds invested in College Tuition Savings Plans.

— DIVIDENDS —

- Banks and bank holding companies
- All dividends unless specifically exempt by law
- Corporations (including NH Corporations)
- Mutual funds EXCEPT portion generated from direct obligations of the US Government or from capital gains
- Automatic reinvestments
- Actual cash or property distributions from "S" Corporations (see instructions)
- Fair market value of distributed property by a business organization
- Forgiveness of debt by an organization
- Personal expenditures made by an organization for an individual and the fair market value of any property transferred
- World Bank dividends
- Deemed dividends

- Capital gains, or any portion of the dividend that represents capital gain
- Return of capital, or any portion of the dividend that represents return of capital
- Stock dividends paid in new stock (not automatic reinvestment of mutual funds)
- Liquidating dividends
- Individual Retirement Accounts
- Keogh Plans
- Tax deferred investment plans
- Sale or exchange of transferable shares
- 1099 PATR (Patronage Dividends)
- Mutual funds which invest solely in New Hampshire tax-exempt instruments
- Dividends received from qualified funds invested in College Tuition Savings Plans.

NEW HAMPSHIRE DEPARTMENT OF REVENUE ADMINISTRATION
INTEREST AND DIVIDENDS TAX RETURN
FREQUENTLY ASKED QUESTIONS

Are liquidating dividends taxable? No.

My spouse lives in another state, do I have to file a joint return? You may file the same way you file federally.

What factors are used to determine if I am a resident of New Hampshire? Factors include but are not limited to: maintaining a home, spending a greater percent of time in New Hampshire; having family living with them in New Hampshire; advising a state or local agency you are a resident; registering to vote in New Hampshire. Refer to the departments administrative rules, Rev 902.01, 902.02 and 902.03.

Do I have to report portfolio income, gains and losses? Yes, you must report your portfolio income, gains and losses in Page 2, Line 2 of the New Hampshire Interest and Dividend Tax return, but then you deduct them in Page 2, Line 4.

Are distributions taxable? S-Corps: All actual and constructive receipt of distributions (including non-cash distributions) from an "S" corporation are taxable by New Hampshire regardless of the original source of the income.

Partnerships, LLC's, Associations, Trusts or Estates: Does the organization have transferable shares? (Can you freely transfer your shares without causing a dissolution of the organization or without obtaining prior member approval?) If yes, your entire ACTUAL distribution from this organization is taxable. If so, all of your actual and constructive receipt of distributions (including non-cash distributions) from this entity is taxable by New Hampshire regardless of the original source of the income.

If the organization is not required to file its own New Hampshire Interest & Dividends Tax return AND the organization has non-transferable shares, then the distribution you received from them is taxable to you as if it had come from its original source. The interest and dividend income subject to tax shall be imposed on the portion of the distribution which represents interest or dividend received by the entity. Therefore, a portion of the distribution you received is taxable to you. The taxable portion is determined by multiplying the amount of the actual distribution received by a fraction. The numerator is the total interest and dividend received by the entity. The denominator is the total amount of gross income received by the entity.

Is interest and dividends from College Investment Savings Plans taxable to New Hampshire under the Interest and Dividends Tax? No, qualified interest or dividend income from College Investment Savings Plan is not taxable.

Why did I receive a NH Form 1099-G and what should I do with it? The NHDRA is required by the Internal Revenue Service to notify any non-corporate taxpayer by January 31, of activity in the prior year that was a refund, credit or offset of taxes based on income. If a refund is indicated you should have received a check, a credit is an overpayment applied to another tax period, and an offset is an overpayment that was applied to a tax notice. We must also provide the information to the IRS, and you may be required to report all or part of the amount on the NH form 1099-G as income on your federal return. Give the form to your preparer, if you have one; or review the instructions in your federal tax booklet for the proper federal treatment. The Department of Revenue Administration cannot advise you how to handle the amount on your federal tax return because it depends on how the tax deduction was treated in the prior year and other limitations.

DP-2210/2220

**NEW HAMPSHIRE DEPARTMENT OF REVENUE ADMINISTRATION
EXCEPTIONS AND PENALTY
FOR THE UNDERPAYMENT OF ESTIMATED TAX**

SEQUENCE #6**CHECK ONE**

- ☐ BUSINESS TAX RETURNS
☐ INTEREST & DIVIDENDS TAX
☐ RETURN

For the CALENDAR year **2003** or other taxable period beginning _____ and ending _____
 Mo Day Year Mo Day Year

OTHER _____

NAME _____

 FEDERAL EMPLOYER IDENTIFICATION
 NUMBER OR SOCIAL SECURITY NUMBER
 OR DEPARTMENT IDENTIFICATION NUMBER
PART I - FIGURE YOUR UNDERPAYMENT

1	Current year tax.....	\$			
2	90% of Line 1 (Line 1 x .90).....	\$			
3(a)	Enter in columns A through D the installment dates that correspond to the 15th of the 4th, 6th, 9th, and 12th months of your tax period or specify statutory due dates. (I&D filers see instructions).....	A	B	C	D
3(b)	Applicable percentages.....	25%	25%	25%	25%
3(c)	Enter Line 2 multiplied by Line 3(b) for columns A through D.....				
4	Amount paid timely or credited for each period.....				
5	Overpayment of previous installment.....				
6	Total (Line 4 plus Line 5).....				
7	Overpayment [Line 6 minus Line 3(c)]. Enter in Line 5 next column.....				
8	Underpayment (Line 3(c) minus Line 6).....				

PART II - EXCEPTIONS TO PENALTY - SEE INSTRUCTIONS

9	Cumulative amount paid or credited from the beginning of the tax year through the installment dates that correspond to the 15th day of the 4th, 6th, 9th, and 12th months of your tax period from Line 4. (I&D calendar year filers see instructions).....	A	B	C	D
10	Applicable percentages.....	25%	50%	75%	100%
11	Exception, pursuant to RSA 21-J:32,IV(a), prior period's tax (prior year must be 12 full months).....				
12	Applicable percentages.....	25%	50%	75%	100%
13	Exception, pursuant to RSA 21-J:32,IV(b), prior period's tax base and facts using current years tax rate.....				
14	Applicable percentages.....	22.5%	45%	67.5%	90%
15	Exception, pursuant to RSA 21-J:32,IV(c), tax on annualized income (Attach Schedule).....				

PART III - COMPUTE THE PENALTY

16	Amount of underpayment from Part I, Line 8.....	A	B	C	D
17	Enter the date of payment or statutory due date of tax, whichever is earlier.....				
18	Enter the number of days from installment date [Line 3(a)] to date shown on Line 17.....				
19	Interest due after 12/31/03 at 7%: (see instructions) $\frac{\text{Number of days} \times 7\%}{366} \times \text{Underpayment amount (Line 16)}$				
20	Interest due through 12/31/03 at 8%: (see instructions) $\frac{\text{Number of days} \times 8\%}{365} \times \text{Underpayment amount (Line 16)}$ Note: For interest rate in other years see instructions				
21	Penalty for Underpayment of Estimated Tax (Line 19 plus Line 20).....				
22	Total Penalty for Underpayment of Estimated Tax (Total of columns A through D, Line 21).....				

EXCEPTIONS AND PENALTY**FOR THE UNDERPAYMENT OF ESTIMATED TAX
INSTRUCTIONS**

NOTE **Effective January 1, 2004 if the interest and dividend tax for the current taxable period is less than \$500 do not complete this form.** If you made late partial estimated tax payments, or if this form does not adequately provide instructions for payments you have made, please contact the Taxpayer Assistance Office at 271-2186. Individuals with hearing or speech impairments may call TDD Access: Relay NH 1-800-735-2964.

PART I - FIGURE YOUR UNDERPAYMENT

LINE 3(a)	For interest and dividends calendar year filers, fourth quarter estimates are due January 15th.
LINE 3(c)	Enter in Columns A through D the amount of Line 2 multiplied by Line 3(b).
LINE 4	Enter only the estimated amounts paid timely. Any amounts paid after the specified date [Line 3(a)] should be entered in the next quarter.
LINE 5	Enter any overpayment computed on Line 7 for the previous period. For example, Line 5 Column B will correspond to Line 7 column A.
LINE 8	If Line 8 shows an underpayment, and you do not meet an exception for that quarter, then you must compute the penalty. If there is no underpayment in Columns A through D, you need not complete the remainder of this form.

PART II - EXCEPTIONS TO PENALTY

LINE 9	For Interest and Dividends calendar year filers, fourth quarter estimates are due January 15th.
LINE 11	Exception pursuant to RSA 21-J:32, IV(a) - Prior period's tax. The prior year must have been a full twelve months and there must have been a tax liability. Multiply the annual tax paid in the previous year by the percentage shown in the boxes on Line 10, Columns A through D to calculate the exception amounts. If the amounts shown on Line 9, Columns A through D are greater than or equal to Line 11 corresponding columns A through D, you qualify for exception (a). Do not complete Part III for any column in which you qualify for exception (a).
LINE 13	Exception pursuant to RSA 21-J:32, IV(b) - Prior year's tax base and facts using current period tax rate. Multiply your prior year taxable base by the current tax rate to arrive at an adjusted tax. Multiply the adjusted tax by the percentage shown in the boxes on Line 12, Columns A through D to calculate the exception amounts. If the amounts shown on Line 9 Columns A through D are greater than or equal to Line 13 corresponding Columns A through D, you qualify for exception (b). Do not complete Part III for any column in which you qualify for exception (b).
LINE 15	<p>Exception pursuant to RSA 21-J:32, IV(c) - Annualized Income. This exception may be applicable to taxpayers experiencing periodic fluctuations in income. This exception applies if the estimated tax paid was 90% or more of the amount the taxpayer would owe if its estimated tax was figured on an annualized basis for the months preceding an installment date.</p> <p>A taxpayer may annualize its income as follows:</p> <p>(a) For the first 3 months, if the installment was required to be paid in the 4th month.</p> <p>(b) For the first 3 months or the first 5 months, if the installment was required to be paid in the 6th month.</p> <p>(c) For the first 6 months or for the first 8 months, if the installment was required to be paid in the 9th month.</p> <p>(d) For the first 9 months or for the first 11 months, if the installment was required to be paid in the 12th month.</p> <p>To annualize, divide the taxable base for the period by the number of months in the period (3,5,6,8,9, or 11, as the case may be) then multiply the result by 12. Multiply the result by the current year's tax rate. Multiply the result of the preceding calculation by the percentage shown in the boxes on Line 14, Columns A through D to calculate the exception amount. Do not complete Part III for any column in which you qualify for exception pursuant to RSA 21-J:32, IV(c).</p> <p>If you qualify for the exception, pursuant to RSA 21-J:32, IV(c), you must attach a schedule to this form showing the annualized income computations.</p>

PART III - COMPUTE THE PENALTY

LINES
19 & 20

Complete Lines 16 through 21 for each quarter for which there was an underpayment of estimated tax and no exception to the penalty was met.

For the number of days indicated on Line 18, determine the number of days at 8% and the number of days at 7% for each column. Include the amounts below in the calculation shown on Lines 19 and 20.

NOTE: The interest rate is recomputed each year under the provisions of RSA 21-J:28, II. Applicable rates are as follows (contact the department for applicable rates for any other years):

PERIOD	RATE	DAILY RATE DECIMAL EQUIVALENT
1/1/2004 - 12/31/2004	7%	.000191
1/1/2003 - 12/31/2003	8%	.000219
1/1/2002 - 12/31/2002	9%	.000247
1/1/2001 - 12/31/2001	11%	.000301
1/1/1999 - 12/31/2000	10%	.000274
1/1/1998 - 12/31/1998	11%	.000301
Prior to 1/1/1998	15%	.000411

TO MAKE YOUR ESTIMATE PAYMENT ON-LINE LOG ON TO WWW.STATE.NH.US/REVENUE

1 Who Must Pay Estimated Tax

Every individual, partnership, association, trust or fiduciary required to file an Interest and Dividends Tax Return must also make Estimated Interest & Dividends Tax payments for its subsequent taxable period, unless the annual estimated tax for the subsequent taxable period is less than \$500. However, quarterly payments are required to be made whenever your **annual** estimated tax for the subsequent taxable period equals or exceeds \$500. (See paragraph 6 for exceptions).

2 Where to Make Payments

Make estimate tax payments on-line at www.state.nh.us/revenue or mail estimate tax payments to:

NH DEPT OF REVENUE ADMINISTRATION
DOCUMENT PROCESSING DIVISION
PO BOX 2072
CONCORD NH 03302-2072

3 When to Make Payments

CALENDAR YEAR FILERS:

1st quarterly payment due [April 15, 2004](#)
2nd quarterly payment due [June 15, 2004](#)
3rd quarterly payment due [September 15, 2004](#)
4th quarterly payment is due [January 18, 2005](#)

FISCAL YEAR FILERS:

A quarterly payment is due on or before the 15th day of the 4th, 6th, 9th and 12th months of the taxable period to which they relate.

4 Payment of Estimated Tax

Estimated tax may be paid in full with the initial declaration or in equal installments on the due dates. You may make all four estimate payments at one time over the Internet. Specify each date you want a payment to be made from your account and each payment will be withdrawn on the date you specified.

5 Underpayment Penalty

A penalty may be imposed by law (RSA 21-J:32) for an underpayment of estimated taxes if the payments are less than 90% of that period's tax liability. If estimate payments are not made on time, even if 90% of the tax is eventually paid, an underpayment penalty may be applied. If an estimated payment is missed, send the payment as soon as possible to reduce any penalty.

This penalty will not be imposed if any of the statutory exceptions apply per quarter.

6 Exceptions to the Underpayment Penalty

The penalty shall not apply if you meet one of the exceptions provided in the law (RSA 21-J:32). Please use form DP 2210/2220 to see if you meet one of the exceptions or to compute the amount of the penalty.

This form may be obtained from our web site at www.state.nh.us/revenue or by calling the forms line at (603)271-2192.

7 Need Help

QUESTIONS not covered herein may be answered in our Frequently Asked Questions(FAQ) brochure available, on the Internet at www.state.nh.us/revenue or by calling Taxpayer Assistance Office at (603) 271-2186.

Individuals who need auxiliary aids for effective communications in programs and services of the New Hampshire Department of Revenue Administration are invited to make their needs and preferences known. Individuals with hearing or speech impairments may call TDD Access: Relay NH 1-800-735-2964

ESTIMATED INTEREST AND DIVIDENDS TAX

QUARTERLY PAYMENT FORMS

TO MAKE YOUR ESTIMATE PAYMENT ON-LINE LOG ON TO WWW.STATE.NH.US/REVENUE

2004 TAXPAYER'S WORKSHEET – KEEP FOR YOUR RECORDS

- 1 All interest and dividend income taxable by the State..... 1 _____
- 2 Less Exemption – check the exemptions that apply:
- 2(a) ☐ Yourself ☐ Spouse ☐ Partnership ☐ Fiduciary } Total number of boxes checked _____ x \$2400 =2(a) _____
- 2(b) ☐ 65 (or over) or disabled ☐ Blind } Total number of boxes checked _____ x \$1200 =2(b) _____
- ☐ Spouse 65 (or over) or disabled ☐ Spouse Blind }
- 2 (c) Total exemptions [Line 2(a) plus 2(b)]..... 2(c) _____
- 3 New Hampshire Taxable Income [Line 1 minus Line 2(c)]..... 3 _____
- 4 New Hampshire Interest & Dividends Tax (Line 3 multiplied by 5%)..... 4 _____
- 5 2003 OVERPAYMENT applied to 2004 taxes..... 5 _____
(If the overpayment exceeds the first 1/4 installment, the overage will be applied to the next installment and so on)
- 6 BALANCE OF ESTIMATED INTEREST & DIVIDENDS TAX (Line 4 minus Line 5)..... 6 _____

If Line 4 is less than \$500 see instructions paragraph No. 1.

COMPUTATION and RECORD of PAYMENTS

Date Paid	Amount of each Installment (1/4 of Line 4 of worksheet)	2003 Overpayment Applied to Installment	Balance Due	CALENDAR YEAR DUE DATES
1.	\$	\$	\$	April 15, 2004
2.	\$	\$	\$	June 15, 2004
3.	\$	\$	\$	Sept. 15, 2004
4.	\$	\$	\$	Jan. 18, 2005

IMPORTANT:

PLEASE PUT THE NAMES AND SOCIAL SECURITY NUMBERS ON THE ESTIMATE FORM IN THE SAME SEQUENCE AS THOSE TO BE USED ON THE RETURN.

THE PENALTY PROVISIONS OF RSA 21-J:32 WILL APPLY IF THE ESTIMATE REQUIREMENTS HAVE NOT BEEN MET.

(Cut along this line and keep the estimated tax worksheet above for your records)

ESTIMATED INTEREST AND DIVIDENDS TAX - 2004

For CALENDAR YEAR **2004** or other taxable period beginning _____ ending _____
Mo Day Year Mo Day Year

CHECK ONE: ☐ ① INDIVIDUAL/JOINT ☒ ③ PARTNERSHIP ☐ ④ FIDUCIARY

FOR DRA USE ONLY

PLEASE PRINT OR TYPE			
Payment Form 1 Calendar Year Due April 15, 2004 FOR DRA USE ONLY	LAST NAME		FIRST NAME & INITIAL
	SPOUSE'S LAST NAME		FIRST NAME & INITIAL
	NAME OF PARTNERSHIP OR FIDUCIARY		FEDERAL EMPLOYER IDENTIFICATION NUMBER (PARTNERSHIP OR FIDUCIARY)
	NUMBER & STREET ADDRESS		Amount of This Payment \$ _____ Make check payable to: STATE OF NEW HAMPSHIRE Enclose, but do not staple or tape, your payment with this estimate. Do not file a \$0 estimate. DP-10-ES Rev. 10/03
	ADDRESS (Continued)		
	CITY/TOWN, STATE & ZIP CODE		
<input type="checkbox"/> CHECK IF ADDRESS IS DIFFERENT FROM PRIOR RETURN.			
MAIL NH DEPT OF REVENUE ADMINISTRATION DOCUMENT PROCESSING DIVISION TO: PO BOX 2072 CONCORD NH 03302-2072			

FORM

DP-10-ES

042

NEW HAMPSHIRE DEPARTMENT OF REVENUE ADMINISTRATION
ESTIMATED INTEREST AND DIVIDENDS TAX - 2004For CALENDAR YEAR **2004** or other taxable period beginning _____ ending _____
Mo Day Year Mo Day YearCHECK ONE: ☐ ① INDIVIDUAL/JOINT ☒ ③ PARTNERSHIP ☐ ④ FIDUCIARY

FOR DRA USE ONLY

PLEASE PRINT OR TYPE

**Payment
Form 2**
Calendar Year
Due **June 15, 2004**
FOR DRA USE ONLY

LAST NAME	FIRST NAME & INITIAL	SOCIAL SECURITY NUMBER
SPOUSE'S LAST NAME	FIRST NAME & INITIAL	SPOUSE'S SOCIAL SECURITY NUMBER
NAME OF PARTNERSHIP OR FIDUCIARY		FEDERAL EMPLOYER IDENTIFICATION NUMBER (PARTNERSHIP OR FIDUCIARY)
NUMBER & STREET ADDRESS		Amount of This Payment \$
ADDRESS (Continued)		
CITY/TOWN, STATE & ZIP CODE		
<input type="checkbox"/> CHECK IF ADDRESS IS DIFFERENT FROM PRIOR RETURN. MAIL TO: NH DEPT OF REVENUE ADMINISTRATION DOCUMENT PROCESSING DIVISION PO BOX 2072 CONCORD NH 03302-2072		

Make check payable to: **STATE OF NEW HAMPSHIRE**
 Enclose, but do not staple or tape, your payment with this estimate. Do not file a \$0 estimate.
 DP-10-ES
 Rev. 10/03

(Cut along this line)

FORM

DP-10-ES

042

NEW HAMPSHIRE DEPARTMENT OF REVENUE ADMINISTRATION
ESTIMATED INTEREST AND DIVIDENDS TAX - 2004For CALENDAR YEAR **2004** or other taxable period beginning _____ ending _____
Mo Day Year Mo Day YearCHECK ONE: ☐ ① INDIVIDUAL/JOINT ☒ ③ PARTNERSHIP ☐ ④ FIDUCIARY

FOR DRA USE ONLY

PLEASE PRINT OR TYPE

**Payment
Form 3**
Calendar Year
Due **Sept. 15, 2004**
FOR DRA USE ONLY

LAST NAME	FIRST NAME & INITIAL	SOCIAL SECURITY NUMBER
SPOUSE'S LAST NAME	FIRST NAME & INITIAL	SPOUSE'S SOCIAL SECURITY NUMBER
NAME OF PARTNERSHIP OR FIDUCIARY		FEDERAL EMPLOYER IDENTIFICATION NUMBER (PARTNERSHIP OR FIDUCIARY)
NUMBER & STREET ADDRESS		Amount of This Payment \$
ADDRESS (Continued)		
CITY/TOWN, STATE & ZIP CODE		
<input type="checkbox"/> CHECK IF ADDRESS IS DIFFERENT FROM PRIOR RETURN. MAIL TO: NH DEPT OF REVENUE ADMINISTRATION DOCUMENT PROCESSING DIVISION PO BOX 2072 CONCORD NH 03302-2072		

Make check payable to: **STATE OF NEW HAMPSHIRE**
 Enclose, but do not staple or tape, your payment with this estimate. Do not file a \$0 estimate.
 DP-10-ES
 Rev. 10/03

(Cut along this line)

FORM

DP-10-ES

042

NEW HAMPSHIRE DEPARTMENT OF REVENUE ADMINISTRATION
ESTIMATED INTEREST AND DIVIDENDS TAX - 2004For CALENDAR YEAR **2004** or other taxable period beginning _____ ending _____
Mo Day Year Mo Day YearCHECK ONE: ☐ ① INDIVIDUAL/JOINT ☒ ③ PARTNERSHIP ☐ ④ FIDUCIARY

FOR DRA USE ONLY

PLEASE PRINT OR TYPE

**Payment
Form 4**
Calendar Year
Due **Jan. 18, 2005**
FOR DRA USE ONLY

LAST NAME	FIRST NAME & INITIAL	SOCIAL SECURITY NUMBER
SPOUSE'S LAST NAME	FIRST NAME & INITIAL	SPOUSE'S SOCIAL SECURITY NUMBER
NAME OF PARTNERSHIP OR FIDUCIARY		FEDERAL EMPLOYER IDENTIFICATION NUMBER (PARTNERSHIP OR FIDUCIARY)
NUMBER & STREET ADDRESS		Amount of This Payment \$
ADDRESS (Continued)		
CITY/TOWN, STATE & ZIP CODE		
<input type="checkbox"/> CHECK IF ADDRESS IS DIFFERENT FROM PRIOR RETURN. MAIL TO: NH DEPT OF REVENUE ADMINISTRATION DOCUMENT PROCESSING DIVISION PO BOX 2072 CONCORD NH 03302-2072		

Make check payable to: **STATE OF NEW HAMPSHIRE**
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 DP-10-ES
 Rev. 10/03

